IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

CITY OF ROSEVILLE EMPLOYEES': RETIREMENT SYSTEM, Individually and on:

Civil Action No. 08-969-IIB

Behalf of All Others Similarly Situated,

Plaintiff,

٧.

HORIZON LINES, INC., HORIZION LINES, : LLC, CHARLES G. RAYMOND, MARK : URBANIA, JOHN V. KEENAN, JOHN W. : HANDY, BRIAN TAYLOR, GABRIEL : SERRA, R. KEVIN GILL, and GREGORY : GLOVA, :

Defendants.

STIPULATION AND PROPOSED ORDER DISMISSING ALL CLAIMS

WHEREAS, the claims of Lead Plaintiff The Police and Fire Retirement System of the City of Detroit ("Lead Plaintiff") for violations of Sections 10(b) and 20(a) of the Securities and Exchange Act against Defendants Horizon Lines, Inc., Horizon Lines, LLC, Charles G. Raymond, M. Mark Urbania, John V. Keenan, John W. Handy and Brian Taylor (the "Moving Defendants") were dismissed by this Court;

WHEREAS, Lead Plaintiff's claims for violations of Sections 10(b) and 20(a) of the Securities and Exchange Act against Defendants Gabriel Serra, R. Kevin Gill and Gregory Glova were not dismissed by this Court;

WHEREAS, on August 24, 2011, the United States Court of Appeals for the Third Circuit affirmed the dismissal of claims against the Moving Defendants;

IT IS HEREBY STIPULATED AND AGREED this 4th day of January, 2012, by and between the undersigned parties who have appeared in this matter, pursuant to Rule 41 of the Federal Rules of Civil Procedure and subject to the approval of the Court, that all of Lead Plaintiff's claims against all parties (including those who have not appeared) shall be dismissed with prejudice, and that each party shall bear its own costs, attorneys' fees and expenses.

/s/ Paul J. Lockwood

Anthony W. Clark (ID No. 2051)
Paul J. Lockwood (ID No. 3369)
SKADDEN, ARPS, SLATE,
MEAGHER & FLOM LLP
One Rodney Square
P.O. Box 636
Wilmington, DE 19899-0636

Telephone: (302) 651-3000 Facsimile: (302) 651-3001 paul.lockwood@skadden.com

Attorneys for Defendants Horizon Lines, Inc. and Horizon Lines, LLC

/s/ Steven L. Caponi

Steven L. Caponi (ID No. 3484) BLANK ROME LLP 1201 Market Street Wilmington, DE 19801 Telephone: (302) 425-6400 Facsimile: (302) 425-6464 capponi@BlankRome.com

Attorneys for Defendant Charles G. Raymond

/s/ Kevin F. Brady

Kevin F. Brady (ID No. 2248)
Jeremy D. Anderson (ID No. 4515)
CONNOLLY BOVE LODGE
& HUTZ LLP
1007 North Orange Street
P.O. Box 2207
Wilmington, DE 19899
Telephone: (302) 658-9141
Facsimile: (302) 658-5614

kbrady@cblh.com

Attorneys for Defendants M. Mark Urbania, John W. Handy and Brian W. Taylor

/s/ Willliam M. Lafferty

William M. Lafferty (ID No. 2755)
MORRIS NICHOLS ARSHT &
TUNNELL LLP
1201 North Market Street
P.O. Box 1347
Wilmington, DE 19899
Telephone: (302) 658-9200
Facsimile: (302) 658-3989
wlafferty@MNAT.com

OF COUNSEL:

Christopher M. Curran Matthew S. Leddicotte WHITE & CASE LLP 701 Thirteenth Street, NW Washington, DC 20005 Telephone: (202) 626-3600 Facsimile: (202) 639-9355

Attorneys for Defendant John V. Keenan /s/ Andre G. Bouchard

Andre G. Bouchard (ID No. 2504) BOUCHARD MARGULES & FRIEDLANDER, P.A.

222 Delaware Avenue

Suite 1400

Wilmington, DE 19801 Telephone: (302) 573-3500 Facsimile: (302) 573-3501 Abouchard@bmf-law.com

Counsel for Lead Plaintiff The Police & Fire Retirement System of the City of Detroit

John C. Browne
BERNSTEIN LITOWITZ BERGER
& GROSSMANN LLP

1285 Avenue of the Americas New York, NY 10019

Telephone: (212) 554-1400 Facsimile: (212) 554-1444

johnb@blbglaw.com

Co-Lead Counsel for Lead Plaintiff The Police & Fire Retirement System of the

City of Detroit

Peter S. Linden

KIRBY McINERNEY LLP

825 Third Avenue

New York, NY 10022

Telephone: (212) 371-6600

Facsimile: (212) 751-2540

plinden@kmllp.com

Co-Lead Counsel for Lead Plaintiff The Police

& Fire Retirement System of the City of

Detroit

IT IS SO ORDERED this 5

day of

7/0000

United States District Judge